

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6809

BILL NUMBER: SB 258

DATE PREPARED: Dec 26, 2001

BILL AMENDED:

SUBJECT: Library Property Tax Replacement Fund.

FISCAL ANALYST: Bob Sigalow

PHONE NUMBER: 232-9859

FUNDS AFFECTED: **GENERAL
DEDICATED
FEDERAL**

IMPACT: Local

Summary of Legislation: This bill specifies that interest earned on money in Hancock County's Library Property Tax Replacement Fund shall be credited to that fund. The bill also specifies that petition and remonstrance procedures for bond issues apply to a public library that receives property tax replacement credits from the fund. The bill changes population parameters to reflect changes in the 2000 decennial Census.

Effective Date: July 1, 2002.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: Under current law, Hancock County may designate proceeds from up to 0.15% of its County Economic Development Income Tax (CEDIT) rate to replace library property taxes. The designated proceeds are deposited into the Library Property Tax Replacement Fund (LPTRF). This bill would require that interest earnings from money in the LPTRF be deposited into that fund.

Currently, there is no requirement to deposit the interest earnings from the money in the LPTRF into the LPTRF, so the revenue may be deposited into other funds. This bill would reduce interest revenue in the other funds and increase interest revenue in the LPTRF by the same amount.

This fiscal note will be updated when additional information is received.

State Agencies Affected:

Local Agencies Affected: Hancock County; Libraries in Hancock County.

Information Sources: